

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 1685 - SB 1602

March 27, 2011

SUMMARY OF BILL: Authorizes the City of Memphis to enter into a contract with the Memphis special school district to give half of the city's funds to the district for the operation of the school system with the remaining half used to issue bonds for the maintenance of school facilities.

ESTIMATED FISCAL IMPACT:

Increase Local Expenditures - \$39,137,900/Permissive

Assumption:

- According to the Department of Education, the City of Memphis contributes \$78,275,800 to the Memphis City School district. The LEA will increase expenditures to make up for the shift in funding from operations to bonds. Any increase in local expenditures will be permissive and using the current city contribution will be \$39,137,900 ($\$78,275,800 / 2$).

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink, reading "James W. White".

James W. White, Executive Director

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